

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE

In re:)	Chapter 11
)	
W.R. GRACE & CO., <i>et. al.</i> ,)	Case No. 01-01139 (JKF)
)	(Jointly Administered)
Debtors.)	
)	Objection Deadline: May 21, 2010 @ 4:00 p.m.
)	Hearing Date: June 7, 2010 @ 10:30 a.m.

**FIRST MONTHLY APPLICATION OF SCARFONE HAWKINS LLP
AS SPECIAL COUNSEL FOR THE CANADIAN ZAI CLAIMANTS**

Name of Applicant:	Scarfone Hawkins LLP
Authorized to Provide Professional Services to:	Canadian Zonolite Attic Insulation Claimants ("Canadian ZAI Claimants")
Date of Retention:	March 19, 2010 <i>nunc pro tunc</i> December 21, 2009
Period for which compensation and reimbursement is sought:	December 21, 2009, through March 31, 2010
Amount of compensation sought as actual, reasonable and necessary:	\$ 98,678.75
Amount of expense reimbursement (includes Goods and Services Tax of 5%) sought as actual, reasonable and necessary:	\$ 10,399.55

This Applicant's First Monthly Application.

Summary of Monthly Fee and Expense Invoice Statements for Compensation Period:

Date Filed	Period Covered	Requested Fees	Requested Expenses	Paid Fees	Paid Expenses
	December 21, 2009 - March 31, 2010	\$ 98,678.75	\$ 10,399.55	Pending	Pending

Fee Detail by Professional for the Period of December 21, 2009, through March 31, 2010:

Name of Professional Person	Position of the Applicant, Number of Years in that Position, Year of Obtaining License to Practice	Hourly Billing Rate (including changes)	Total Billed Hours	Total Fees
David Thompson		\$475.00	112.25	53,318.75
David Thompson - Travel		\$237.50	18.50	4,393.75
Matthew G. Moloci		\$375.00	93.40	35,025.00
Matthew G. Moloci - Travel		\$187.50	20.90	3,918.75
Mike Stanton		\$250.00	4.85	1,212.50
Mike Stanton - Travel		\$125.00	2.00	250.00
Rano Daoud		\$100.00	4.60	460.00
Rano Daoud - Travel		\$50.00	2.00	100.00
Law Clerk		\$90.00	0.00	0.00
Grand Total			258.50	\$ 98,678.75
Blended Rate				381.74

Monthly Compensation by Matter Description for the Period of December 21, 2009, through March 31, 2010:

Project Category	Total Hours	Total Fees
Case Administration	95.20	\$43,820.00
Fee Applications, Applicant	N/A	0.00
Fee Applications, Others	N/A	0.00
Hearings	77.05	\$ 20,950.00
Plan and Disclosure Statement	N/A	0.00
Meetings	86.25	\$ 33,908.75
TOTAL	258.50	\$98,678.75

Monthly Expense Summary for the Period December 21, 2009, through March 31, 2010:

Expense Category	Service Provider (if applicable)	Total Expenses
Photocopies (In House)	3639 copies @ .10	363.90
Postage		1.08
Courier	Federal Express	60.00
Tabs/Binding Costs		77.25
Travel – Airfare	US Airways	2,228.36
Travel – Meals		451.56
Travel – Parking		163.00
Travel – Hotel Accommodations		1,028.70
Travel – Mileage/Taxi		232.85
Long Distance Calls		204.19
Chase Process Servers		273.50
CCAA Fees		127.00
Goods & Services Tax @ 5%		5,188.16
TOTAL		\$10,399.55

PLEASE TAKE NOTICE that Scarfone Hawkins LLP (the “Applicant”) has today filed this Notice of Monthly Fee and Expenses Invoice for December 21, 2009, through March 31, 2010, (this “Monthly Fee Statement”)¹ pursuant to the Modified Order Granting The Canadian ZAI Claimants’ Application for Appointment of Special Counsel [Docket No. 24508] and the

¹Applicant’s Time Summary for December 21, 2009, through March 31, 2010, is attached hereto as **Exhibit A**.

Amended Administrative Order Under 11 U.S.C., §§ 105(a) and 331 Establishing Revised Procedures for Interim Compensation and Reimbursement of Expenses for Professionals and Official Committee Members [Docket No. 1949].

PLEASE TAKE FURTHER NOTICE that responses or objections to this Monthly Fee Statement, if any, must be filed on or before May 21, 2010, at 4:00 p.m. (prevailing Eastern Time) (the "Objection Deadline") with the United States Bankruptcy Court for the District of Delaware, 824 Market Street, Wilmington, Delaware 19801.

PLEASE TAKE FURTHER NOTICE that you must also serve a copy of any such response or objection upon the Notice Parties so as to be received by the Notice Parties on or before the Objection Deadline.

PLEASE TAKE FURTHER NOTICE that upon the expiration of the Objection Deadline, the Applicant shall file or cause to be filed with the Court, and serve on the Notice Parties, a certificate of no objection, certifying that no objection, or a partial objection, has been filed with the Court relative to this Application, whichever is applicable, after which the Debtors are authorized and required to pay the Applicant an amount equal to (a) eighty percent (80%) of the fees and one hundred percent (100%) of the expenses requested in the Monthly Fee Statement or (b) eighty percent (80%) of the fees and one hundred percent (100%) of the expenses not subject to any objection. All fees and expenses in this Monthly Fee Statement will be included in the next quarterly application for compensation and reimbursement of expenses to be filed and served by the Applicant at a later date, and will be subject to objections at such time.

PLEASE TAKE FURTHER NOTICE that Applicant respectfully requests that, for the period December 21, 2009, through March 31, 2010, an allowance be made to Scarfone Hawkins LLP for compensation in the amount of \$ 98,678.75, and actual and necessary expenses in the

amount of \$10,399.55 (includes 5% Goods & Services Tax) for a total allowance of \$109,078.30; Actual Interim Payment of \$78,943.00 (80% of the allowed fees) and reimbursement of \$10,399.55 (100% of the allowed expenses) be authorized for a total payment of \$89,342.55; and for such other and further relief as this Court may deem just and proper.

PLEASE TAKE FURTHER NOTICE that Applicant believes that the Application and the description of services set forth herein of work performed are in compliance with the requirements of Delaware Local Rule 2016-2, the Amended Administrative Order, and the applicable guidelines and requirements of the Bankruptcy Code, Federal Rules of Bankruptcy Procedure, and the Executive Office for the United States Trustee. A true and correct copy of the Certification of David Thompson is attached hereto as **Exhibit B**.

Dated: April 30, 2010

Respectfully submitted,

By: /s/ Daniel K. Hogan
Daniel K. Hogan (DE Bar No. 2814)
THE HOGAN FIRM
1311 Delaware Avenue
Wilmington, Delaware 19806
Telephone: 302.656.7540
Facsimile: 302.656.7599
Email: dkhogan@dkhogan.com

**Counsel to the Representative Counsel for the
Canadian ZAI Claimants**